Non-Deduction of Income-tax by M/s Nexgen Technology Ltd. Hyderabad

967. SHRI BRATIN SENGUPTA: Will the Minister of FINANCE be pleased to state:

(a) whether M/s Nexgen Technology Ltd., 6-3-609/140/A, Annapurna Enclave, Anand Nagar Colony, Khairatabad, Hyderabad and 202, Manjeera Square, Anandpur, Hyderabad are neither deducting income tax from the Salaries of their staff nor issuing Form 16 to them for the last two years and as on date;

(b) whether they are also not filing Income tax returns timely and are faulting on this account also, if so, details thereof and the action taken against the company in the matter; and

(c) if no action has been taken against them, the reasons therefor and persons responsible for same.

THE MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI GINGEE N. RAMACHANDRAN): (a) No complaint has been received regarding non issue of Form 16 by M/s Nexgen Technology Limited to its employees. However, survey conducted under Section 133A of the IT Act revealed that there was contravention of TDS provisions and amount deducted towards TDS was not remitted to the Govt. Further proceedings are under progress.

(b) and (c) The assessee Company formerly known as M/s Nexgen Floritech Ltd. changed its name to M/s Nexgen Technology Limited with effect from 18.1.2000 and filed its returns upto the assessment year 1999-2000 within the time allowed under Section 139(1) of I.T. Act. For the Assessment Year 2000-2001, the company filed its return on 2nd February, 2001. Return for the Assessment Year 2001-2002 is not yet filed and notice under Section 142(1) of the IT Act has been issued to the assessee company calling for the return.